

AGENDA
HEALTH SERVICES AND DEVELOPMENT AGENCY

Legislative Plaza
Room 12
Sixth Avenue North & Union Street
Nashville, TN

Wednesday, December 20, 2006

8:30 a.m. CST

- I. CALL TO ORDER
- II. DIRECTOR'S ANNOUNCEMENTS
- III. CERTIFICATE OF NEED APPLICATIONS

APPROVED

Jones Motioned
Atchley 2nd
Troy & Handorf –
recused
8-0-0

- A. LeBonheur Children's Medical Center, Memphis (Shelby County), TN — CN0609-076
 - 1) The replacement of the existing hospital located at 50 North Dunlap, Memphis, Tennessee 38103 with a new acute care pediatric hospital on property adjacent to the existing facility and renovation in the former hospital building; 2) the conversion of fifteen (15) pediatric acute care beds to neonatal intensive care unit (NICU) beds; and 3) the acquisition of a new Intraoperative magnetic resonance imaging (MRI) unit. The property for the new construction is located at the corner of Poplar Avenue and North Dunlap Street, and is currently occupied by the Memphis Mental Health Institute. Renovation in the existing facility and new construction of the replacement facility will total 775,500 square feet. This project will not change the Methodist Healthcare-Memphis Hospital's 1,551-bed general hospital license, nor initiate or discontinue any health services. Applicant is requesting a five (5) year expiration date.
- \$ 326,956,905.00

APPROVED

Jones Motioned
Lammert 2nd
Troy & Handorf –
recused
8-0-0

- B. Methodist LeBonheur Germantown Hospital, Germantown (Shelby County), TN — CN0609-077
 - 1) New construction and renovation of 308,565 square feet of space; 2) the transfer of one hundred (100) acute care beds to Methodist Le Bonheur Germantown Hospital (MLGH) located at 7691 Poplar Avenue, Germantown, TN 38138, including 8 neonatal intensive care (NICU) beds. The 100 beds will be transferred from other Methodist Healthcare-Memphis Hospitals' (MHMH) license, as follows: 52 acute beds from Methodist University Hospital (MUH); 44 acute care beds including 4 NICU beds from Methodist South Hospital, and 4 NICU beds from Methodist North Hospital. The project will not change the Methodist Healthcare-Memphis Hospital's 1,551 bed general hospital license. All four (4) of the directly affected hospitals are under the Methodist Healthcare-Memphis Hospitals' license and all are within Shelby County. The beds proposed to remain licensed are the same total beds (1,326 excludes 225 licensed beds of LeBonheur Children's Medical Center, which is not affected by this project) that are currently licensed, with the redistributed beds to be 617 at Methodist University Hospital, 157 at Methodist South Hospital, 244 at Methodist North Hospital and 309 at Methodist LeBonheur Germantown Hospital. This project does not contain any major medical equipment or initiate or discontinue any health service; and it will not affect any other licensed bed complements. Applicant is requesting a four (4) year expiration date.
- \$ 124,010,067.00

Opposition: St. Francis Hospital; St. Francis Hospital-Bartlett

APPROVED

Handorf Motioned
Lammert 2nd
10-0-0

- C. Athens Regional Cancer Center, PLLC, Athens (McMinn County), TN — CN0609-068
 - The establishment of an ambulatory surgical treatment center (ASTC) limited to the provision of radiation therapy services, and the acquisition of a linear accelerator. The center will occupy approximately 4,500 square feet in a newly constructed building.
- \$ 2,328,850.00

APPROVED

Jones Motioned
Troy 2nd
10-0-0

- D. Memorial Hospital, Chattanooga (Hamilton County), TN — CN0609-069
An addition to the hospital to replace and expand the surgical suite, including one (1) operating room (OR) equipped with robotic surgical capability, the cardiac catheterization labs and endovascular labs. The addition includes three (3) replacement medical/surgical units and three (3) intensive care units. Thirty-two (32) inpatient acute care beds will be relocated to Memorial Hospital, 2525 de Sales Avenue, Chattanooga, Tennessee, from the satellite hospital, Memorial North Park Hospital, located at 2051 Hamill Road, Hixson, Tennessee. The bed relocation will increase the number of licensed beds at Memorial Hospital from 322 to 354, while decreasing the number of licensed beds at Memorial Park North Hospital from 83 to 51. Major medical equipment will be acquired to open one (1) additional cardiac catheterization lab and one (1) additional endovascular lab. This project includes major medical equipment replacement for three (3) endovascular labs and one (1) magnetic resonance imaging (MRI) unit. Applicant is requesting a four and one-half (4 ½) year expiration date
\$ 293,334,100.00
Opposition: Parkridge Health Systems

APPROVED

Lammert Motioned
Handorf 2nd
10-0-0

- E. Quality Health Care Center, Lebanon (Wilson County), TN — CN0609-072
The construction of twenty-four (24) nursing home beds at its existing nursing home. These beds will be constructed to convert existing semi-private rooms into private rooms. Therefore, the construction of the new beds will not increase the bed capacity of the nursing home. There will also be constructed a large activity room, a large sunroom area, another sunroom area which will contain a small kitchen and eating area, and renovation to the existing building. This project is designed to change the nursing home from a medical model to a social model. The proposed service area for the nursing home will not change. No health services will be initiated or discontinued. It is proposed that Medicare, TennCare, commercially insured, and private-pay patients will continue to be served by the nursing home, which will continue to be licensed by the Tennessee Department of Health.
\$ 4,009,000.00
* These beds are not subject to the 125 nursing home bed pool.

DENIED

Handorf Motioned
Jones 2nd
9-0-1
[Morris abstained]

- F. The Spine Center, PLLC, Murfreesboro (Rutherford County), TN — CN0609-073
The establishment of an ambulatory surgical treatment center (ASTC) consisting of one (1) procedure room limited to providing pain management services to the patients of Mid State Neurosurgery, P.C.
\$ 475,740.75

APPROVED

Troy Motioned
Lammert 2nd
10-0-0

- G. Harton Regional Medical Center, Tullahoma (Coffee County), TN — CN0609-074
The construction of a four (4) story tower containing 59,985 square feet of new space. This tower will include twenty-nine (29) new private patient rooms, staff support areas, new west entry/drop-off area, a two (2) level corridor bridge connector to the hospital, a lower entrance level lobby and hospitality space, a new receiving dock, materials management, support spaces, and mechanical/electrical spaces. The number of licensed beds will not change as a result of this project.
\$ 18,875,814.00

APPROVED

Troy Motioned
Handorf 2nd
Lammert recused
9-0-0

- H. Sumner Homecare and Hospice, LLC, Gallatin (Sumner County), TN — CN0609-075
The construction of an eight (8)-bed residential hospice facility and the initiation of residential hospice services. An address has not been assigned to the site, which is located at the northeast corner of the intersection of US 31 E and Greenlea Boulevard in Gallatin, Tennessee 37066.
\$ 8,554,535.00

APPROVED

Caldwell Motioned
Lammert 2nd
Troy & Handorf –
recused
8-0-0

- I. The Regional Medical Center at Memphis (The Med), Memphis (Shelby County), TN — CN0609-081
The initiation of mobile lithotripsy services two (2) days per month on the hospital campus. The Med is licensed for 631 beds. This project will not initiate any other health services. The lithotripsy project does not contain any other major medical equipment and will not affect the licensed bed complement of the hospital.
\$ 570,956.00

APPROVED
Atchley Motioned
Koella 2nd
10-0-0

- J. North Side Specialty Replacement Hospital, Johnson City (Washington County), TN — CN0609-078
To replace the existing acute care hospitals of North Side Hospital (95-acute care beds) located at 401 Princeton Road, Johnson City, TN and Johnson City Specialty Hospital (49 acute care beds) located at 203 E. Watauga Avenue, Johnson City, Tennessee with an eighty (80)-bed general medical/surgical hospital located at Med Tech Subdivision, Lot 21, Johnson City, Tennessee. The project will consolidate services from the two (2) sites. The project also seeks approval to initiate magnetic resonance imaging (MRI) services at the replacement hospital and to acquire one (1) MRI unit. No other major services will be initiated or discontinued. A concurrent application has been filed for the relocation of the remaining sixty-four (64) beds to Johnson City Medical Center located at 400 N. State of Franklin Road, Johnson City, Tennessee. The replacement facility will occupy 239,282 square feet. Applicant is requesting a four (4) year expiration date.
\$ 121,724,587.00
Opposition: David E. Brown, Sr.; Alma Shell

APPROVED
Atchley Motioned
Handorf 2nd
10-0-0

- K. Johnson City Medical Center, Johnson City (Washington County), TN — CN0609-080
The relocation of sixty-four (64) licensed acute care beds from North Side Hospital located at 401 Princeton Road, Johnson City, Tennessee and Johnson City Specialty Hospital located at 203 E. Watauga Avenue, Johnson City, Tennessee to Johnson City Medical Center located at 400 N. State of Franklin Road, Johnson City, Tennessee. This application is being filed concurrently with the application for an eighty (80)-bed replacement hospital located at Med Tech Subdivision, Lot 21, Johnson City, Tennessee, which addresses the remaining beds from North Side Hospital and Johnson City Specialty Hospital. This application is also being filed concurrently with the application relocating the thirteen (13)-bed skilled nursing facility, Franklin Transitional Care, from Johnson City Medical Center to the James H. and Cecil C. Quillen Rehabilitation Hospital (licensed as a satellite hospital of Johnson City Medical Center) where 13 rehabilitation beds will be de-licensed. No new services will be initiated with the relocation of the 64 beds to Johnson City Medical Center and no medical equipment acquired. The final licensed bed complement of Johnson City Medical Center will increase from 585 to 636, a net increase of 51 beds (the additional 64 acute care beds at Johnson City Medical Center minus the 13 rehabilitation beds at Quillen Rehabilitation Hospital). The sixty-four (64) beds will occupy 30,000 square feet currently designated for observation patients and space vacated from previous projects.
\$ 163,962.00
Opposition: David E. Brown, Sr.; Alma Shell

APPROVED
Handorf Motioned
Troy 2nd
10-0-0

- L. Franklin Transitional Care, Johnson City (Washington County), TN — CN0609-079
The relocation of thirteen (13) skilled nursing facility beds (SNF) from the existing location in Johnson City Medical Center located at 400 N. State of Franklin Road, Johnson City, Tennessee to a new location at James H. and Cecil C. Quillen Rehabilitation Hospital located 2511 Wesley Street, Johnson City, Tennessee. The relocation will result in thirteen (13) rehabilitation beds being de-licensed at the James H. and Cecil C. Quillen Rehabilitation Hospital. The project will occupy 8,140 square feet at the James H. and Cecil C. Quillen Rehabilitation Hospital. No new services will be initiated and no major medical equipment will be purchased.
\$ 10,450.00
* These beds are not subject to the 125 nursing home bed pool.
Opposition: David E. Brown, Sr.; Alma Shell

IV. OTHER BUSINESS

V. CURRENT REPORTS

- A. Statistical Reports
- B. Finance, Ways and Means Report
- C. Minutes

VI. ADJOURNMENT